

Title 3 —

Executive Order {XXXXX} of {Month Day, 2015}

The President

Establishing a Common Asset Management System

By the authority vested in me as President by the Constitution and the laws of the United States of America, specifically including section 305 and section 306 of title 5, United States Code, and in order to best realize the value of Federal assets, it is hereby ordered as follows:

Section 1. Policy. It is the policy of the United States that Federal agencies use a common system for asset management to manage and utilize assets in an efficient, effective and economical manner to achieve their organizational missions and the collective objectives of the Executive Branch in an accountable manner across their lifecycle.

Section 2. Fundamental Principles. Sound asset management systems have universally demonstrated improvements in efficiency, effectiveness, transparency and public trust. Asset management is governed by four fundamental principles:

- (a) Value: assets provide value to the agency and the American public;
- (b) Alignment: asset management uses agency missions and strategic objectives to guide resource decision making to optimize asset performance;
- (c) Leadership: leadership and organizational values, goals and objectives are determinants of value realization;
- (d) Assurance: asset management provides assurance that assets will fulfill their required purpose.

Section 3. Goals for Agencies. In implementing the policy set forth in Section 1 of this order, the head of the each agency shall:

- (a) establish an agency asset management system using fundamentals enumerated in ISO 55000 and ISO 55001 standards on asset management;
- (b) utilize a common system for asset management to integrate resource decision making and management disciplines to optimize asset performance.
- (c) demonstrate proactive asset management strategies that consider context, risk and the total cost of ownership in resource decision making;

Section 4. Duties of Heads of Agencies. In implementing the policy set forth in Section 1 of this order, the head of each agency shall:

- (a) establish asset management systems integrating agency acquisition, procurement, financial management, human capital, information

technology, logistics and infrastructure capacity, knowledge and information management, real property, and personal property decision making.

- (b) use their asset management system to produce a Strategic Asset Management Plan (SAMP) that relates agency strategic plan objectives, budgets, and asset performance;
- (c) use the SAMP to enumerate specific asset management goals, objectives and criteria for success; and
- (d) evaluate senior leadership performance, in part, based on their ability to achieve the goals and objectives established in the SAMP.

Section. 5. Duties of the Office of Management and Budget. In implementing the policy set forth in Section 1 of this order, the Director of Office of Management and Budget (OMB) shall issue instructions to the heads of Agencies concerning:

- (a) periodic evaluation of agency implementation of this order;
- (b) budget and appropriations matters relating to implementation of this order;
- (c) legislative initiatives that seek to improve Federal asset management;
- (d) required elements of an agency's SAMP.

Section. 6. Duties of the General Services Administration. In implementing the policy set forth in Section 1 of this order, the Administrator of General Services shall consider use of a common system for asset management to:

- (a) update the Federal Management Regulations to include guidance covering the asset management life cycle;
- (b) update Federal Real Property Council guidance pursuant to Executive Order 13327 – Federal Real Property Asset Management;
- (c) submit a comprehensive review of Federal acquisition, procurement, financial management, human capital, information technology, logistics and infrastructure capacity, knowledge and information management, real property, and personal property policies and regulations effected by this executive order to the Director of OMB by the one year anniversary of its signing.

Section. 7. Definitions

- (a) ‘asset’ is an item, thing or entity that has potential or actual value to the agency working on behalf of the American public inclusive of acquisition and procurement capabilities, financial holdings, human capital, information technology, logistics and infrastructure capacity, knowledge and information management, real property, and personal property.
- (b) “asset management” is the coordinated activity of an organization to realize value from assets.
- (a) “asset life” is the period from *asset* creation to asset end-of-life.
- (a) “lifecycle” is the stages involved in the management of an *asset* .inclusive of acquisition, use and disposal phases.

THE WHITE HOUSE,

Month Day, 2015